



DONALD L. WOLFE, Director

COUNTY OF LOS ANGELES

DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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IN REPLY PLEASE

REFER TO FILE: **AS-0**
001576
Supplement 1

April 17, 2007

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

**FIRESTONE GARBAGE DISPOSAL DISTRICT
SUPERVISORIAL DISTRICTS 1 AND 2
3 VOTES**

**IT IS RECOMMENDED THAT YOUR BOARD ACTING AS THE GOVERNING BODY
OF THE FIRESTONE GARBAGE DISPOSAL DISTRICT:**

Approve and increase the annual maximum contract sum for Contract No. 001576 for the Firestone Garbage Disposal District (GDD) by an additional \$124,000, increasing the contract's annual fiscal years' amount from \$6,199,987 to \$6,323,987 beginning with the current fiscal year through June 30, 2010. Funds are available in Public Works' 2006-07 Firestone GDD Fund budget.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The purpose of this recommended action is to increase the annual maximum contract sum for the Firestone GDD. On July 12, 2005, Agenda 26, your Board approved the Director of Public Works to enter into this contract for the automated collection, transportation, disposal, and management of refuse and the separate automated collection and management of recyclable materials (e.g., newspapers, metal cans, etc.) and green waste (e.g., lawn clippings, etc.), generated by all residences, multifamily residences, businesses, and commercial/industrial establishments in the Firestone GDD. The contract term is 58 months, commencing on September 1, 2005,

and ending June 30, 2010. The contract's annual compensation is determined by a count by Public Works of the total number of refuse units in the District based on land use codes as shown by the current records of the County Assessor. Review of the July 2006 Assessor's tax roll for the District showed an increase from 29,441.5 to 29,563 refuse units. This represents an increase of 121.5 refuse units (0.4 percent) over the contract's initial year's refuse unit count. With the current count of 29,563 units multiplied by the monthly rate of \$17.54 per unit, the current annual contract payment for Fiscal Year 2006-07 is determined to be \$6,222,420, plus \$3,140 for additional special collection services, for a total annual contract payment of \$6,225,560, which exceeds the current maximum contract sum of \$6,199,987. To provide for unforeseen increases in unit counts during the current and subsequent fiscal years, a revised annual contract sum of \$6,323,987 reflecting an increase of two percent (\$124,000) of the original maximum contract sum is recommended beginning with the Fiscal Year 2006-07 through June 30, 2010.

Implementation of Strategic Plan Goals

This action is consistent with the County Strategic Plan Goals of Fiscal Responsibility and Service Excellence. This supplement will provide adequate funding for uninterrupted refuse collection and disposal services to residential and business establishments within the District and protect the environment, health, and safety of the District's residents.

FISCAL IMPACT/FINANCING

There will be no impact on net County cost. The additional \$124,000 will increase the Firestone GDD's annual contract amount from \$6,199,987 to \$6,323,987 beginning with the current fiscal year through the duration of the contract ending on June 30, 2010. Funds are available in Public Works' 2006-07 Firestone GDD Fund budget.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

All terms, prices, conditions, requirements, and specifications of the contract will remain unchanged.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the supplement will continue the current contracted services.

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CONCLUSION

One adopted copy of this letter is requested.

Respectfully submitted,

DONALD L. WOLFE
Director of Public Works

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cc: Chief Administrative Office
County Counsel